STATE OF ALASKA

DEPT. OF HEALTH AND SOCIAL SERVICES

OFFICE OF THE COMMISSIONER

Finance and Management Services
Facilities Section

SEAN PARNELL, GOVERNOR

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May 24, 2012

Roald Helgesen, CEO Alaska Native Tribal Health Consortium (ANTHC) Wales Primary Care Clinic Renovation Design 1901 Bragaw St., Suite 200 Anchorage, AK 99508

Re: Rescind of Grant 65C-12-282 Denali Commission Wales Primary Care Clinic Renovation Design

Dear Mr. Helgesen:

This letter serves to cancel this project under grant agreement 65C-12-282. This is necessary due to unforeseen delays experience in the execution of required documents to authorize the start of the design work. Because this award permanently expires September 30, 2012, there is insufficient time to complete this scope of work before award expires.

If you have any questions, please contact me at 907-465-1870, or via email at: jennifer.klein @alaska.gov.

Sincerely,

Jennifer Klein

Facilities Section Chief

Award Conditions to the Financial Assistance Award Between the Denali Commission and Denali Commission and State of Alaska, Department of Health and Social Services For Statewide Youth Psychiatric and Primary Care Facilities Award No. 352-07, Amendment 5 May 2012

All changes to the award conditions are noted below.

1. Scope of Work

Wales Clinic Design (65C-12-282)

This amendment serves to cancel this project under this grant award. This is necessary due to unforeseen delays experienced in the execution of required documents to authorize the start of the design work. Because this award permanently expires September 30, 2012, there is now insufficient time to complete this scope before award expiration. This project funding will be restored under Denali commission award 1314, which resides with grant recipient Alaska Native Tribal Health Consortium (ANTHC).

Nome Hospital Campus Long Term Care Facility Planning (65C-12-287)

<u>Note:</u> This project was originally funded on award 1314, to the Alaska Native Tribal Health Consortium (ANTHC). A modification in the funding sources for this project is needed in order to accommodate permanent expiration timelines of appropriations.

The Denali Commission (Commission) is providing up to \$1,132,476 to the Norton Sound Health Corporation (NSHC) for the purpose of completing the design, preparation, and pre-construction work associated with the new Nome Hospital campus. This entire scope will be accomplished through the completion of three separate projects. Each project will be facilitated with individual project numbers. This will enable clear progress reporting for each.

The three projects funded under the general scope of Nome Hospital Campus are:

- Long Term Care Planning
- Transition Planning
- Employee Training

This Grant Amendment specifically covers the following project: Long Term Care Facility Planning

The planning, design, site work and pre-construction activities of a replacement Long Term Care center to be attached to the new Hospital. The project includes an 18-20 bed Long Term Care wing co-located to the hospital now under construction. Norton Sound Health Corporation (NSHC) operates an existing 15-bed Long Term Care facility, Quyanna Care Center (QCC), within the existing hospital, which has been determined to be beyond its useful life and in need of replacement. The QCC is not included in the plans for the new Nome Hospital, which is two miles from the old hospital and QCC

locations. Incorporating the new QCC at the new hospital campus site will help ensure the viability of the facility and of NSHC, as the QCC is the primary revenue producing service of NSHC. Its co-location with the hospital is critical for the sustainability of both.

Funding for the scope of this project is up to a total of \$1,024,309 via three grant vehicles:

- \$260,497 on Denali Commission award 1002 (PA 1002-A) directly to NSHC
- \$581,128 via this award amendment (352-07, Amendment 5) to the Alaska Department of Health and Social Services (DHSS)
- \$182,684 via Project Authorization 01024-H on award 1024 to DHSS

This amendment serves to establish a new project under this grant award, 65C-12-287, "Nome Hospital Campus: Long Term Care Planning". This amendment designates the Alaska Department of Health and Social Services (DHSS) as the pass-through entity for this Denali Commission grant. As such, DHSS is directed to engage the Norton Sound Health Corporation (NSHC) with a sub-award for a portion of the scope of the planning for the Long Term Care Facility associated with the new Nome Hospital in Nome, Alaska. The funding source changes for Denali Commission financial support is detailed below. (There is no change to the funding provided through grant award 1002.)

| Grant Funding Source | Previous Funding Scenario | Funding Scenario With This Amendment | | |
|--|---------------------------|---|--|--|
| 1314, PA 1314-D / AN-11 GN2 (ANTHC) | \$ 763,812 | \$ 0 | | |
| 352-07, Amendment 5 (DHSS) | 0 | 581,128 | | |
| 01024-H / 65C-12-287 (DHSS) | 0 | 182,684 | | |
| TOTAL | \$ 763,812 | \$ 763,812 | | |

Milestones for this project are:

| Milestone | Plai | Planned | | Actual | | |
|-------------------|---------------|-------------|---------------|--------|---|-----------------------------|
| | Start Date | End Date | Start Date | | | Total Cost At Completion |
| In Progress | 07/01/2010 | | | | 0 | \$0.00 |
| Project Close-out | 07/01/2012 | 09/30/2012 | | | 0 | \$0.00 |

2. Award Performance Period

The amended Award performance period remains unchanged.

There are no other changes to the original Financial Assistance Award, as amended.